

# **FISCAL NOTE**

## **HB 1016 - SB 1617**

March 14, 2005

**SUMMARY OF BILL:** Reduces the income eligibility requirement for supplemental awards of Tennessee HOPE scholarships from \$36,000 to \$35,000.

### **ESTIMATED FISCAL IMPACT:**

**Other Fiscal Impact – Decreases the expenditure of lottery proceeds earmarked for scholarships and grants by \$800,000.**

Assumptions:

- The amount of decrease in the expenditure of lottery proceeds as a result of this bill would vary from year to year, depending on the number and income level of lottery scholarship applicants.
- For school year 2004-05, there are approximately 8,000 recipients of the supplemental award.
- Using a conservative estimate of 10% of these recipients falling within the income range of \$35,001 to \$36,000, the expenditure of lottery proceeds would decrease by \$800,000 (800 recipients x \$1,000 award).

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "James W. White".

James W. White, Executive Director